BEFORE THE DEPARTMENT OF COMMERCE AND INSURANCE FOR THE STATE OF TENNESSEE

IN THE MATTER OF:)	No. 04 006	
HEALTH 1-2-3, INC.)	No.: 04-096	

ORDER ADOPTING EXAMINATION REPORT

Pursuant to Tenn. Code Ann. §§ 56-32-201, et seq., the Insurance Division of the State of Tennessee Department of Commerce and Insurance (hereinafter referred to as the "Division") has examined certain affairs of Health 1-2-3, Inc. (hereinafter also referred to as the "Company"), a health maintenance organization domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of December, 2003, the examiner-in-charge filed with the Division, on the 10th day of September, 2004, a verified, written report on examination, and a copy of that report has been sent to Health 1-2-3, Inc.. (The Report on Examination of Health 1-2-3, Inc., is attached hereto and marked as Exhibit A). The Division received no written rebuttal to said examination report from the Company.

Pursuant to Tenn. Code Ann. § 56-32-215, said examination report regarding the affairs of Health 1-2-3, Inc., filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 22nd day of July, 2004, is hereby **ADOPTED** as filed.

The adoption of this examination report shall not preclude the Department from imposing sanctions against Health 1-2-3, Inc. for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

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ENTERED this the 28th day of October , 2004.
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Paula a. Howers
Paula A. Flowers, Commissioner Department of Commerce and Insurance
State of Tennessee
PREPARED FOR ENTRY:
Eric J. Stomell
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CERTIFICATE OF SERVICE
The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report as Filed has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, and Don Spann, Chief Examiner, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to Health 1-2-3, Inc., 215 Centerview Drive, Suite 300, Brentwood, Tennessee 37027, on this the day of November, 2004.
Eric J. Stansell Certifying Attorney